

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



**FISCAL MEMORANDUM**

**HB 1242 – SB 1560**

March 8, 2010

**SUMMARY OF AMENDMENT (014907):** Deletes all language following the enacting clause. Adds the definition of “licensed masonry contractor” to the Contractor’s Licensing Act of 1994. Expands the current definition of “contractor” to include licensed masonry contractor’s whose portion of a construction project exceeds \$100,000. Prohibits contractors from performing work as a licensed masonry contractor without first being licensed by the Department of Commerce and Insurance. Requires applicants for licensure as a licensed masonry contractor to pass the approved masonry examination established in current law.

FISCAL IMPACT OF ORIGINAL BILL:

MINIMAL

**FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:**

**Increase State Expenditures - \$15,000/One-Time/Tennessee Board for  
Licensing Contractors**

Assumptions applied to amendment:

- According to the Department of Commerce and Insurance, the Board for Licensing Contractors will incur additional expenditures of \$15,000 which include a rule-making hearing (\$7,500) and the cost for mailing out notices to all approximately 18,000 licensed contractors across the state (\$7,500). According to the Department, these expenditures can be paid from the Board’s current reserves.
- Pursuant to Tenn. Code Ann. § 4-3-1011, all regulatory boards are required to be self-supporting over a two-year period. As of June 30, 2009, the Board had a positive balance of \$1,076,811.24.

**CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

**HB 1242 – SB 1560**

A handwritten signature in black ink, reading "James W. White". The signature is written in a cursive style with a large, stylized "J" and "W".

James W. White, Executive Director

/sdl